

SENATE BILL 403

By Herron

AN ACT to amend Tennessee Code Annotated, Title 45,
Chapter 15, Part 1, relative to title pledges.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 45, Chapter 15, Part 1, is amended by adding a new section thereto, as follows:

Section 45-15-121. A title pledge agreement or property pledge agreement made pursuant to this chapter shall not be renewed more than six (6) times.

SECTION 2. Tennessee Code Annotated, Section 45-15-111, is amended in subsection (c) by adding the following language to the end thereto:

The consumer notification and disclosure form shall be written in plain English and shall be witnessed by a person over the age of eighteen (18) who is not the title pledge lender or an employee of the title pledge lender. A family member of the pledgor who is over eighteen (18) may witness the consumer notification and disclosure form.

SECTION 3. This act shall take effect July 1, 2007, the public welfare requiring it.